GOVERNMENT OF INDIA
PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS
LOK SABHA

UNSTARRED QUESTION NO:4271
ANSWERED ON:19.12.2012
EXTENSION OF SERVICES OF CHAIRMEN AND MD
Saroj Shri Tufani

Will the Minister of PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS be pleased to state:

(a) whether the services of some Chairmen and Managing Directors of the Public Sector Undertakings (PSUs) have been extended despite the complaints of corruption received against them;

(b) if so, the details thereof and the reasons therefor;

(c) whether such officers are lobbying for their appointments in other PSUs; and

(d) if so, the reaction of the Government thereto?

Answer

Minister of State in the Ministry of Personnel, Public Grievances and Pensions and Minister of State in the Prime Minister's Office. (SHRI V. NARAYANASAMY)

(a) & (b): The Chairman and Managing Directors(CMDs) of the Public Sector Undertakings (PSUs) are appointed for a tenure of five years or till the date of superannuation, whichever is earlier. The age of superannuation is 60 years in most PSUs though in some PSUs, it is 58 years. When the tenure expires and the concerned official has service left before his superannuation, the officer is given further extension of tenure (not exceeding the date of superannuation) subject to his meeting the benchmark in his Special Performance Report and vigilance clearance from CVC. Cases, where the CVC clearance or otherwise is not received till the date of completion of the tenure of the concerned officer, are processed for ad-hoc extension for short periods, as per OM No.26(3) EO/2004(ACC) dates 17.08.2005, (Annexure I) till a definite recommendation from CVC is received. The details of such cases where Chairman and Managing Directors of the Public Sector Undertakings are continuing beyond their normal tenure is given at Annexure II.

(c): The appointment in Public Sector Undertakings is done through the Public Enterprises Selection Board (PESB) procedure. No instance of lobbying being done by such officers for their appointment in other PSUs, has come to notice.

(d): In view of the reply to Part-(c) above, the question does not arise.